

M/027/007

From: Wayne Hedberg
To: Minerals
Date: 2/14/01 11:50AM
Subject: Western States Minerals, Status of Drum Mine bond release request (phone call)

I received a telephone call from Buzz Garrick of WSMC this morning inquiring about the status of their recent bond release request for the Drum mine reclamation work. I told him that we had letters drafted that would probably go out today or tomorrow releasing the remaining JMC forfeited funds and WSMC's original \$264,080 surety bond.

I reminded him that we would temporarily hold the supplemental \$20,000 that we had committed to provide for closure of the underground openings in the SWEX pit. He said he was aware of this and that he was working on getting their contractor out to look at the onsite conditions, hopefully within the next 2 weeks or so. He said he will give us advance notice of their proposed onsite visit in case we wish to attend.

PLEASE COPY THIS EMAIL MEMO TO THE MINE FILE - M/027/007

CC: Mary Ann Wright